



COUNTY OF LOS ANGELES

# Public Health

**JONATHAN E. FIELDING, M.D., M.P.H.**  
Director and Health Officer

**JONATHAN E. FREEDMAN**  
Chief Deputy Director

313 North Figueroa Street, Room 806  
Los Angeles, California 90012  
TEL (213) 240-8117 • FAX (213) 975-1273  
[www.publichealth.lacounty.gov](http://www.publichealth.lacounty.gov)



**BOARD OF SUPERVISORS**

**Gloria Molina**  
First District

**Mark Ridley-Thomas**  
Second District

**Zev Yaroslavsky**  
Third District

**Don Knabe**  
Fourth District

**Michael D. Antonovich**  
Fifth District

December 23, 2011

TO: Each Supervisor

FROM: Jonathan E. Fielding, M.D., M.P.H.  
Director and Health Officer

**SUBJECT: NOTIFICATION OF THE USE OF DELEGATED AUTHORITY TO  
AMEND SIX CONTRACTS FOR THE PROVISION OF DRUG/MEDI-CAL  
SERVICES**

This is to notify you that I am exercising the delegated authority approved by your Board on June 7, 2011, to execute amendments to Drug/Medi-Cal (DMC) agreements that increase or decrease the contractual maximum obligations, pursuant to the federal ruling of Sobky v. Smoley, subject to review and approval by County Counsel, and notification to your Board and the Chief Executive Office.

Pursuant to the federal ruling of Sobky v. Smoley, counties are required to enter into agreements with all State-certified DMC service providers who request service contracts. Moreover, when these agencies request additional funds necessary to provide services to persons eligible for DMC program services, counties are required to amend the DMC agreements to reflect the additional services and funding. Under this federal ruling, counties have no basis to deny reimbursement for services if the contractor is in full compliance with contractual requirements.

Under the delegated authority referenced above, I will execute the following DMC amendments for the term July 1, 2011 through June 30, 2014; 100 percent offset by federal and State funds:

- Agreement Number PH-001766 with New Choice Recovery Treatment Center, Inc. to increase the annual funding by \$14,698, increasing the annual obligation from \$262,990 to \$277,688, and the total maximum obligation from \$788,970 to \$833,064, to provide Outpatient Drug Free Services;

- Agreement Number PH-001772 with Southwest Treatment Center, Inc. to increase the annual funding by \$82,526, increasing the annual obligation from \$484,290 to \$566,816, and the total maximum obligation from \$1,452,870 to \$1,700,448, to provide Outpatient Drug Free Services;
- Agreement Number PH-001773 with Tavarua Health Services to increase the annual funding by \$5,195, increasing the annual obligation from \$741,922 to \$747,117, and the total maximum obligation from \$2,225,766 to \$2,241,351, to provide Narcotic Treatment Program Services;
- Agreement Number PH-001775 with Transitional Ministry of Christ D.B.A. Helping Hands Recovery Center to increase the annual funding by \$32,012, increasing the annual obligation from \$95,028 to \$127,040, and the total maximum obligation from \$285,084 to \$381,120, to provide Outpatient Drug Free Services;
- Agreement Number PH-001776 with Ultimate Lifestyle Center to increase the annual funding by \$116,684, increasing the annual obligation from \$489,300 to \$605,984, and the total maximum obligation from \$1,467,900 to \$1,817,952, to provide Outpatient Drug Free Services and Day Care Habilitative Services; and
- Agreement Number PH-001777 with VIP Alcohol and Drug Education Center, Inc. to increase the annual funding by \$70,995, increasing the annual obligation from \$701,022 to \$772,017, and the total maximum obligation from \$2,103,066 to \$2,316,051, to provide Outpatient Drug Free Services and Day Care Habilitative Services.

County Counsel has reviewed and approved the amendment as to form and this delegated authority action.

If you have any questions or need additional information, please let me know.

JEF: acv  
#02066

c: Chief Executive Officer  
County Counsel  
Executive Officer, Board of Supervisors